

Dynamic Fund

Portfolio Investment Entity

Monthly Fact Sheet as at 30 June 2022



Portfolio Managers



William Curtayne
Portfolio Manager



Michael Higgins
Portfolio Manager

June was another challenging month for equity markets, with the prospect of slower global growth against rising interest rates and tighter financial conditions. The S&P/ASX Small Ordinaries fell 13.0% for the month compared to the Dynamic Fund which fell 8.8%. Our decision to tilt the portfolio more defensively provided some insulation from the broader macro risks.

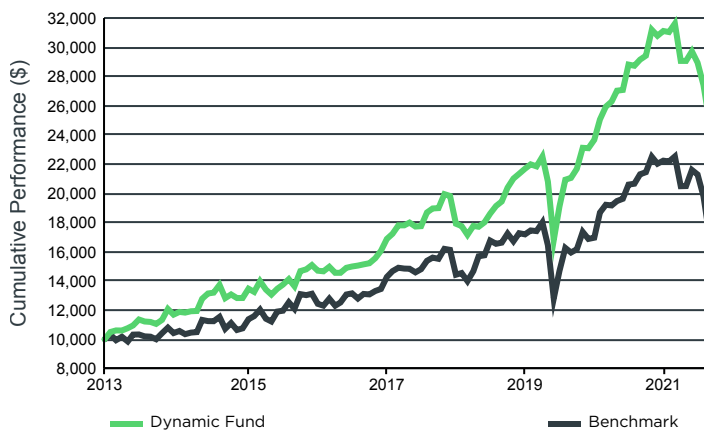
Performance was led by KFC restaurant owner Collins Foods (+7.5%) which rallied following the release of its earnings. Collins has an excellent balance sheet and trades on an undemanding valuation multiple. Intellectual Property (IP) services firm IPH (+3.3%) is the leading IP services firm in the APAC region and is a key defensive position in the Fund. Detractors included gold miner Evolution (-38.0%) and investment platform HUB24 (-16.4%).

From a stock picking perspective, it's worth remembering that while valuations have derated from recent highs, consensus earnings expectations remain optimistic. The US has only begun its tightening cycle two months ago, with Australia only reluctantly joining the party in May. In our view, the economic and behavioural impacts of interest rate rises will start to emerge in the coming months. As we await more clarity in the economic outlook, we continue to build out a long shopping list of quality businesses to add to the portfolio once they reach more attractive valuation levels.

To view Milford's July 2022 Market and Economic Review please see milfordasset.com/fact-sheet.

Cumulative Fund Performance

(after fees and before tax)



Assumes the growth of \$10,000 invested at the Fund's inception date.

Key Fund Facts

Objective¹ To provide capital growth by out-performing the relevant share market index over the minimum recommended investment timeframe

Description Primarily invests in small to mid-cap Australasian equities

Minimum recommended investment timeframe	8 years +
Target Allocation	10% Income Assets / 90% Growth Assets
Status	Closed to new investment
Neutral FX Exposure	0%
Net Asset Value (NAV)	\$623.3 M
Buy-sell Spread	None - swing pricing applies (See PDS for details)
Inception Date	1 October 2013
Benchmark	S&P/ASX Small Ordinaries (TR) Index (100% NZD-hedged)
Base Fund Fee²	1.35%
Performance Fee	15% of the Fund's returns above the Benchmark ¹ , subject to the high watermark.
Total Fund Fees³	1.35%

Risk Indicator

Lower risk Higher risk

1 2 3 4 5 **6** 7

Potentially lower returns Potentially higher returns

Dynamic Fund as at 30 June 2022

Investment Performance after fees as at 30 June 2022⁴

Unit Price: \$2.4689

	1 Month	3 Months	1 year	3 years (p.a.)	5 years (p.a.)	Since inception (p.a.)
Milford Dynamic Fund (Gross Of Tax)	-8.76%	-15.84%	-14.20%	8.77%	10.58%	11.05%
After Tax 10.50%	-8.69%	-15.75%	-14.22%	8.79%	10.58%	10.99%
After Tax 17.50%	-8.64%	-15.70%	-14.23%	8.80%	10.58%	10.95%
After Tax 28.00%	-8.57%	-15.61%	-14.25%	8.82%	10.58%	10.90%
Benchmark	-13.04%	-20.28%	-19.18%	1.19%	5.61%	6.40%

Top Security Holdings

Holdings	% of Fund
Contact Energy	4.52%
Metcash	4.22%
Collins Foods	4.19%
IPH	4.17%
HUB24	3.08%
Viva Energy Group	2.94%
oOh!media	2.92%
EBOS Group	2.56%
Carsales.Com	2.56%
Irongate	2.53%

Current Asset Allocation

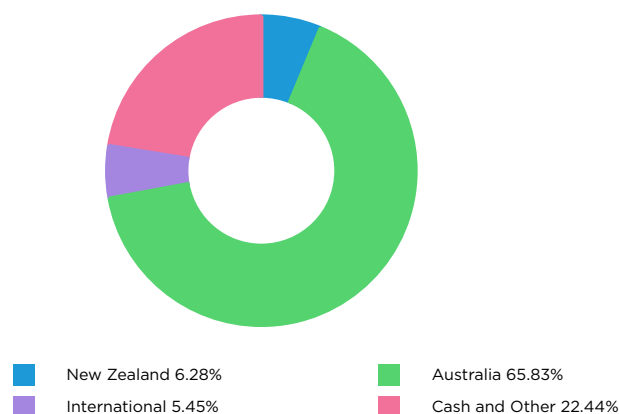
	Actual Investment Mix	Neutral Investment Mix
Effective Cash #	22.44%	10.0%
New Zealand Fixed Interest	0.00%	0.0%
International Fixed Interest	0.00%	0.0%
New Zealand Equities	8.00%	0.0%
Australian Equities	69.56%	90.0%
International Equities	0.00%	0.0%
Other	0.00%	0.0%

The actual cash held by the Fund is 23.80%. Effective Cash reported above is adjusted to reflect the Fund's notional positions (e.g. derivatives used to increase or reduce market exposure).

Sector Allocation

Allocation	Weight %
Communication Services	10.77%
Real Estate	10.76%
Financials	8.67%
Industrials	7.97%
Consumer Discretionary	7.58%
Materials	7.57%
Energy	6.21%
Health Care	5.97%
Other Sectors	12.06%
Cash and Other	22.44%

Region Exposure



1. After the base fund fee but before tax and before the performance fee. 2. Where applicable, the Base Fund Fee includes an estimate of non-related underlying fund charges. 3. The Total Fund Fees comprise the Base Fund Fee and any estimated Performance Fee. Please refer to the Product Disclosure Statement for more information as to how these are calculated. 4. Please note past performance is not a guarantee of future returns.

Please refer to the 'Glossary for the Monthly Fact Sheet' at milfordasset.com/fact-sheet for more information about the data published within this document.

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